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7. (Secret - LLM) At the suggestion of Frank Slatinshek, Chief Counsel, House Armed Services Committee, accompanied him to a meeting with Chairman Lucien Nedzi (D., Mich.) who I briefed on a CA project, which they believe should be included in the Director's briefing of the Intelligence Subcommittee on Friday. Representative Robert Leggett (D., Calif.), in his capacity on the Research and Development Subcommittee will also be in attendance but Mr. Nedzi said this should not prevent the Director from covering this subject.

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I also made an unsuccessful reclama on the GAO audit of the liquidation [redacted] pointing out the problem of precedent, GAO's attempt to review a number of Agency activities, and the objection to such effort by our committees on the Senate side. As an alternative, I suggested Mr. Nedzi might wish to seize his Select Committee with this part of a proprietary review. Mr. Nedzi said we should not view this as a precedent but as GAO rendering normal service to his Committee. (It is quite likely that any further sales, particularly of air proprietaries, will require similar GAO review.) I told Mr. Nedzi we would deliver our report to Bill Hogan, Counsel, House Armed Services Committee, now that he had carefully reviewed the pros and cons and the principle involved.

8. (Confidential - LLM) Delivered to Ron Tammen, Legislative Assistant to Senator William Proxmire (D., Wis.) the Director's letter responding to the Senator's request for a briefing on the Soyuz capability. Tammen will get together with us to set up a briefing date.

Tammen also volunteered some interesting insights into the Senate Select Committee as a result of his dealings with them and had praise for the staffers of the Presidential Commission who had contacted him for material used in several of Senator Proxmire's speeches concerning the Agency and its activities.

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9. (Confidential - LLM) Met with Bill Hogan, Senate Foreign Relations Committee staff, and provided him a report on the liquidation of [redacted] and the groundrules we would like to be observed, especially assuring that this is not looked upon as a precedent for further GAO audits at their initiative. Hogan was very candid in suggesting that if he had his druthers there would be more rather than less of this type of review and in matters such as these he is a "conservative." I reviewed the highlights of the report with Hogan and asked him to give me a call after he had reviewed the report if he had any problems.

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10. (Confidential - LLM) Accompanied [] NIO/SEA, to a briefing of Senator Dick Clark (D., Iowa) on the situation in Vietnam. Charles Meissner, Senate Foreign Relations Committee staff, also sat in.

11. (Confidential - LLM) Left for Pat. Holt, Chief of Staff, Senate Foreign Relations Committee, the classified blind memorandum on Lt. General Nguyen Van Minh that he had requested.

12. (Confidential - LLM) In a meeting first with Kenneth McLean, Bob Kuttner and Stephen Paradise, Senate Banking, Housing and Urban Affairs Committee staff, ~~and~~ closed out the inquiry from Senators Harrison Williams (D., N.J.) and William Proxmire (D., Wis.) concerning CIA's responsibilities with respect to contractor filings with the Securities and Exchange Commission. Mr. Colby's letter, from which I read them the key paragraphs without getting into sensitive matters involved, more than fully satisfied the Senators' interests. 25X1A

I then briefed McLean and Kuttner on the [] account, explaining that it was merely the nominee for the shareholders of SAT which has been acknowledged as an Agency-owned proprietary which has been sold and the account closed on the 31st of December 1973. I also identified [] as a similar nominee holder for the [] in the event they run across it in their investigation. Kuttner asked if the Agency had used [] for pension funds and eventually this query led to his volunteering that they are aware that the Agency has an insurance company which may handle pensions. Kuttner said their interest is to know whether the Agency uses nominee accounts as mechanisms for trading in U.S. securities, common stocks, bonds and utilities. He provided me a listing of [] transactions in this field over the period 1970 through 1972. 25X1A

13. (Internal Use Only - RJK) Spoke with Neil Livingston, on the staff of Senator James B. Pearson (R., Kans.), who requested some adjustments in the Senator's [] subscriptions. He asked we continue sending the Middle East and the Western Europe Daily Reports, that we delete the SubSahara and that we add the People's Republic of China Daily Report. He also asked that they be sent to his attention. [] has been advised.

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